GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

APPCC/APDISCOMs – Government Guarantee provided to avail Sanction of Special Long-Term Transition Loan (SLTTL) Rs.1770.00 Cr to APDISCOMs in exemption of UDAY limit by M/s. Power Finance Corporation and M/s. Rural Electrification Corporation (GOI Undertaking), New Delhi – Against the PP Dues for the period from 04/2020 to 06/2020 – Orders – Issued.

ENERGY (POWER-III) DEPARTMENT

G.O.Ms.No.2 Dated:06-03-2021

Read the following:

1. From the CPM, REC Ltd., Vijayawada, Lr.D.No.68, Dt.19.12.2020.
2. From the SPG, PFC Ltd., New Delhi, Dated 08.02.2021.
3. From the SPG, PFC Ltd., New Delhi, Dated 09.02.2021.
4. From the CPM, REC Ltd., Vijayawada, Lr.D.No.94, Dt.09.02.2021.
5. From the C&MD, APTRANSCO & Chairman, APPCC, Vijayawada, Lr.D.No.1770/20, Dated 15.02.2021.

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O R D E R:

In the references 1st to 4th read above, M/s. Power Finance Corporation and M/s. Rural Electrification Corporation (Govt. of India Undertaking), New Delhi have provided for Special Long-Term Transition Loan (SLTTL) of Rs.1770.00 Cr to APDISCOMs in exemption of UDAY limit against the Power Purchase Dues for the period from 04/2020 to 06/2020.

2. In the reference 5th read above, the Chairman and Managing Director, APTransco and Chairman, AP Power Co-ordination Committee, Vijayawada has submitted a proposal to Govt., as per the Loan sanction orders by M/s PFC Ltd., / REC Ltd., above and requested the Govt., to provide "State Government Guarantee" to APDISCOMs as security for Special Long-Term Transition Loan (SLTTL), as follows:

A. State Government Guarantee for an amount of Rs.1770.00 Cr as security for drawl of Loans from REC/PFC by APDISCOMs:

Sl.No.	Financial Institution	APSPDCL (Rs. in Cr)	APEPDCL (Rs. in Cr)	Total (Rs. In Cr)
1	REC Ltd.,	650.00	235.00	885.00
2	PFC Ltd.,	650.00	235.00	885.00
Total		1300.00	470.00	**1770.00**

B. Liquidity plan for the dues by the State Government as on 30.06.2020.

3. In view of the circumstances explained in the references 1st to 5th read above and after careful examination of the matter, Government hereby accord to issue State Government Guarantee as security for Special Long-Term Transition Loan (SLTTL) of Rs.1770.00 Cr to APDISCOMs obtaining from M/s. PFC Ltd., & M/s.REC Ltd., New Delhi to the following conditions:

1. The Government Guarantee is to be utilized / drawn within in a period of one year from the date of issue of orders.
2. The Guarantee will be extended only for the Principal part and for the entire tenure of the loan.
3. Payment of 2% Guarantee Commission on the guaranteed amount.
4. Submission of repayment Schedule of Principal and Interest along with the details of such as interest rate, tenure, moratorium period etc., and Guarantee Challan Commission at the time of Guarantee Deed signings by the Finance Department.
5. The Government Guarantee shall come into force in the event of failure to pay the obligation to the lending institution by the Entity /Corporation.
6. The Deed shall not be valid unless it is signed by the authorized officer of the finance department.

4. The Chairman & Managing Director, APTRANSCO and Chairman APPCC, and Chairman & Managing Director, APSPDCL/ APEPDCL shall take necessary action accordingly.

5. This order issues with the concurrence of the Finance Department vide their U.O.No.FIN01-RM0BRW/1/2021-CDM, (C.No.1349506), dated.01.03.2021.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SRIKANT NAGULAPALLI
SECRETARY TO GOVERNMENT

To
The Chairman & Managing Director, APTRANSCO &
Chairman, APPCC, Vijayawada.
The Chairman & Managing Director, APEPDCL, Visakhapatnam.
The Chairman & Managing Director, APSPDCL, Tirupati.
The Chairman & Managing Director, APCPDCL, Vijayawada.
The Assistant Secretary to Govt., and Drawing & Disbursing Officer,
Energy (OP) Department.

Copy to:
The Director of Treasuries and Accounts, Vijayawada.
The Pay & Accounts Officer, A.P., Ibrahimpatnam.
The Principal Accountant General (A&E), A.P., Hyderabad for information.
The Finance (FMU)-Energy, I&I) Department for information.
The Prl.Secretary to CMO, GoAP for information.
The P.S. to Chief Secretary to Govt., for information.
The P.S. to Minister for Energy, EFS &T for information.
The P.S. to Secretary to Govt., Energy Dept., for information.
SF/SC. (File No.ENE01/142/2021, Comp.No.1348725)

//FORWARDED :: BY ORDER//

SECTION OFFICER